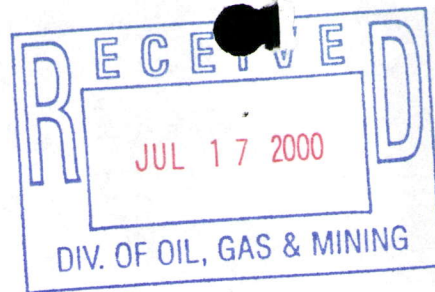


TRUST LANDS
ADMINISTRATION
Approve _____
Deny _____



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5/053/063

EXPIRATION OF MINERAL LEASE ML 44866-BSLS (360.00-SCH; 40.00- MH)AND APPROVAL OF MINERAL MATERIALS PERMIT APPLICATION ML 48572;

Mineral lease ML 44866-BSLS reached the end of its primary term of ten years on June 30, 2000. The Lessee, Dell Pulsipher, requested that the lease be extended. The minerals staff, however, questioned whether there was sufficient activity to meet the requirement of diligent development to enable an extension of the lease. Mr. Pulsipher was advised that he may submit application for a Mineral Materials Permit for sandstone boulders upon the lands within ML 44866 and that the staff would recommend that such application be approved concurrent with the expiration of the mineral lease. Accordingly, Mr. Pulsipher has submitted application for a Mineral Materials Permit as described below.

ML 48572-MP

Dell Pulsipher

1016 E. Summit Ridge Dr.
St. George, UT 84790

T43S, R15W, SLB&M

Sec. 15: S2, S2NE4

Washington County

400.00 acres

Fund: SCH

The applicant submitted a plan of operations along with the application. The plan is to harvest float rock from the surface of the lands, using cranes and rubber tire vehicles. A small area will be fenced off for security to store equipment and products. Surface disturbance to the land will be minor. The surface of the land is owned by the Trust. The Development Division was consulted and concurs with the issuance of a short term minerals permit to harvest landscape rock.

Payment totaling \$4,100.00, includes a \$100.00 filing fee and annual rental of \$10.00 per acre, was submitted with the application. The applicant offers a production royalty of the greater of 25% Gross Value or \$25.00 per ton. The land status has been checked by the Minerals Section and it is determined that upon the expiration of ML 44866-BSLS the lands are open and available for the issuance of a Mineral Materials Permit for landscape rock.

Mr. Blake recommends that the Director 1) note the expiration of mineral lease ML 44866-BSLS; and, 2) approve ML 48572 As follows, effective July 1, 2000.

Commodity: Sandstone Boulders

Royalty: Greater amount of 25% Gross Value or \$25.00 per ton

Expiration/Renewal Date: June 30, 2001.